



P.O. Box 942701
Sacramento, CA 94229-2701
(916) 795-3829
Telecommunications Device for the Deaf
No Voice (916) 795-3240
www.calpers.ca.gov

Date: June 5, 2008
Reference No.:
Circular Letter No.: 310-024-08
Distribution: I, IIA, IV, V, VI, X, XII

Special:

Circular Letter

TO: EMPLOYERS COVERED BY CALPERS, EMPLOYEE ORGANIZATIONS
AND OTHER INTERESTED PARTIES

SUBJECT: MEETING NOTICE OF THE CALPERS BOARD OF ADMINISTRATION, ITS
COMMITTEES AND ADVISORY PANELS

The CalPERS Board of Administration, its Committees and Advisory Panels are scheduled to meet on the following days in June. All meetings will be held in public session unless otherwise noted.

Investment Committee

Date and Time: Monday, June 16, 2008, 9:00 a.m.

Location: Room 1150, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Committee will meet in closed session to discuss personnel and investment matters pursuant to Government Code sections 11126(a)(1) and (c)(16).

Investment Committee

Date and Time: Monday, June 16, 2008, 9:30 a.m., or upon adjournment or recess of the Investment Committee closed session, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

A closed session will be held upon adjournment or recess of the open session to consider investment matters pursuant to Government Code sections 11126(c)(16) and (g)(1).

Policy Subcommittee of the Investment Committee

Date and Time: Monday, June 16, 2008, 1:00 p.m., or upon adjournment or recess of the Investment Committee meeting, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Finance Committee

Date and Time: Tuesday, June 17, 2008, 9:00 a.m.

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Performance and Compensation Committee

Date and Time: Tuesday, June 17, 2008, 9:30 a.m., or upon adjournment or recess of the Finance Committee, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Committee will meet in closed session to discuss personnel matters pursuant to Government Code sections 11126(a) and 11126(g)(1).

Health Benefits Committee

Date and Time: Tuesday, June 17, 2008, 10:00 a.m., or upon adjournment or recess of the Performance and Compensation Committee, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Committee will meet in closed session to discuss health plan contract negotiations pursuant to Government Code section 11126(c)(17).

Board of Administration

Date and Time: Wednesday, June 18, 2008, 8:30 a.m.

Location: Room 1150, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Board will meet in closed session to discuss personnel, employment, and performance matters pursuant to Government Code sections 11126(a)(1) and (g)(1).

Health Benefits Committee

Date and Time: Wednesday, June 18, 2008, 9:30 a.m., or upon adjournment or recess of the Board of Administration closed session meeting, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Board of Administration

Date and Time: Thursday, June 19, 2008, 8:00 a.m.

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Board will meet in closed session to discuss personnel, employment, and performance matters pursuant to Government Code sections 11126(a)(1) and (g)(1).

Board of Administration

Date and Time: Thursday, June 19, 2008, 9:00 a.m. or upon adjournment or recess of the closed session of the Board of Administration, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Board will meet in closed session to discuss litigation matters pursuant to Government Code section 11126(e).

June 5, 2008
Page 3

Board of Administration

Date and Time: Wednesday, July 23, 2008, 4:30 p.m., Thursday, July 24, 2008, 7:30 a.m., and Friday, July 25, 2008, 7:30 a.m.

Location: The Salish Lodge, Snoqualmie, WA

Some members of the Board of Administration will attend the Pacific Pension Institute 2008 Summer Roundtable.

The Board would be pleased to have you or representatives of your agency at the public sessions. The facilities are accessible to persons with disabilities. Requests for sign language or captioning services require a minimum of 72 hours notice. To request service, please call (916) 795-3065 (voice or TTY).

Items scheduled for the public sessions of the meetings are listed on the attached agendas. This information is also available on the CalPERS website at www.calpers.ca.gov. Please contact Cheree Swedensky, at (916) 795-3128, with any questions regarding the meetings. Thank you.

KENNETH W. MARZION
Interim Chief Executive Officer

Attachment

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

INVESTMENT COMMITTEE

June 16, 2008

9:30 a.m.

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

George Diehr, Chair
Priya Mathur, Vice Chair
Marjorie Berte
John Chiang
Rob Feckner
David Gilb
Henry Jones
Bill Lockyer
Louis F. Moret
Tony Oliveira
Anne Sheehan
Kurato Shimada
Charles Valdes

- CLOSED SESSION 9:00 a.m.**
Interim Chief Investment Officer's Briefing on Market and Personnel Issues
(Government Code sections 11126(a)(1) and (c)(16))
- Global Fixed Income: Credit Enhancement Opportunity (Government Code section 11126(c)(16))
- OPEN SESSION 9:30 a.m.**
- CLOSED SESSION Upon Adjournment or Recess of Open Session**
(Government Code section 11126(c)(16) and 11126(g)(1))

AGENDA

OPEN SESSION

- Action
1. Call to Order and Roll Call
 2. Approval of the May 12, 2008 Open Session Minutes

Information / Wilshire Associates Information / Farouki Majeed	3. Total Fund
Information / Farouki Majeed Information / Anne Stausboll	<ul style="list-style-type: none"> a. CalPERS Total Fund Quarterly Report b. Update on Implementation of Asset Allocation Strategy c. Update on Currency Hedging Program Review d. United Nations Principles for Responsible Investment Update
Information	4. Real Estate
Information / Leon Shahinian	5. Alternative Investment Management (AIM) Program
Information / Farouki Majeed Information / OMERS	<ul style="list-style-type: none"> a. Public Sector Outsourcing Policy Update
Information / Curtis Ishii Action / Curtis Ishii	6. Inflation-Linked Asset Class (ILAC)
Information / Curtis Ishii	<ul style="list-style-type: none"> a. Implementation Update b. Presentation on Ontario Municipal Employee Retirement System (OMERS) Infrastructure Program
Information / Eric Baggesen	7. Global Fixed Income
Information / Wilshire Associates	<ul style="list-style-type: none"> a. Securities Lending Annual Review b. Revision of Policy on Credit Enhancement Program
Information	8. Global Equity
Information / Geraldine Jimenez	<ul style="list-style-type: none"> a. Manager Development Program I and II Annual Review b. Consultant Review of Internal Equity Index Program c. Corporate Governance Update
Information / Anne Stausboll Information / Anne Stausboll	9. Supplemental Income Plans (SIP)
Information	<ul style="list-style-type: none"> a. Third Party Administrator Update
	10. Chief Investment Officer's/Chief Operating Investment Officer's Report
	<ul style="list-style-type: none"> a. Consolidated Investment Activity Report b. Chief Operating Investment Officer's Status Report
	11. Draft Agenda for August 18, 2008
	12. Public Comment

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.

AGENDA

CLOSED SESSION

Upon Adjournment or Recess of Open Session

(Government Code section 11126(c)(16))

(Government Code section 11126(g)(1) [Item 12 only])

- | | | |
|---|-----|---|
| | 1. | Call to Order and Roll Call |
| Action | 2. | Approval of the May 12, 2008 Closed Session Minutes |
| Information / Wilshire Associates | 3. | Total Fund
a. CalPERS Total Fund Quarterly Report on Market Issues |
| Information / Ted Eliopoulos
Information / Ted Eliopoulos | 4. | Real Estate
a. Portfolio Sector Update
b. R Street Update |
| Information / Leon Shahinian
and Curtis Ishii | 5. | Alternative Investment Management (AIM) Program
a. Municipal Monoline Insurer |
| | 6. | Inflation-Linked Asset Class (ILAC) |
| Information | 7. | Global Fixed Income
a. External Manager Update |
| Information / Eric Baggesen
Information / Eric Baggesen
Information | 8. | Global Equity
a. Update on Global Equity Restructuring
b. Manager Development Program I and II Update
c. External Manager Update |
| Action / Geraldine Jimenez | 9. | Supplemental Income Plans
a. External Manager Update and Selection |
| Information / Anne Stausboll | 10. | Chief Investment Officer's/Chief Operating Investment Officer's Report
a. Status of Action Items Not Yet Reported |
| Information / Anne Stausboll | 11. | Activity Reports
a. Alternative Investment Management
b. Real Estate
c. Risk Managed Absolute Return Strategies
d. Public Markets |
| Information / Chris O'Brien | 12. | Chief Investment Officer Recruitment |

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

**POLICY SUBCOMMITTEE
OF THE INVESTMENT COMMITTEE**

June 16, 2008

1:00 p.m.

**or Upon Adjournment or Recess of the
Investment Committee Meeting, Whichever is Later**

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

SUBCOMMITTEE MEMBERS

Henry Jones, Chair
George Diehr, Vice Chair
Louis F. Moret
Anne Sheehan
Charles Valdes

AGENDA

- | | |
|------------------------------|--|
| | 1. Call to Order and Roll Call |
| Action | 2. Approval of the April 21, 2008 Meeting Minutes |
| | 3. Asset Allocation |
| Action / Rick Roth | a. Adoption of Policy on Affiliate Funds and Repeal of Policy on Annuitants' Healthcare Coverage Fund |
| Action / Rick Roth | b. Adoption of Policy on Supplemental Income Plans CalPERS Risk-Based and Target Retirement Date Funds |
| Action / Farouki Majeed | 4. Inflation-Linked Asset Class Policy – Adoption of Infrastructure Program Component (SECOND READING) |
| Action / Dennis Johnson | 5. Global Equity – Revision of Global Principles of Accountable Corporate Governance |
| Information / Ted Eliopoulos | 6. Policy Review and Consolidation Project – Proposed Real Estate Policies Project Strategy |
| Action / Ted Eliopoulos | 7. Real Estate – Revision of Policy on Equity Real Estate |
| Information | 8. Draft Agenda for August 18, 2008 |
| | 9. Public Comment |

Note: Items designated for information are appropriate for Subcommittee action if the Subcommittee wishes to take action. Any agenda item acted upon at this Subcommittee meeting may be brought to the Investment Committee at its next regularly scheduled meeting. Items are noticed for action after a first reading. The Subcommittee is free, however, to request a second reading of any item before approving it.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

FINANCE COMMITTEE

June 17, 2008

9:00 a.m.

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

Tony Oliveira, Chair
John Chiang, Vice Chair
Henry Jones
Bill Lockyer
Louis F. Moret
Kurato Shimada
Charles Valdes

AGENDA

1. Call to Order and Roll Call
2. Approval of April 21, 2008, Meeting Minutes

AUDITS

Action
Larry Jensen

Action
Larry Jensen

Information
Margaret Junker

Information
Larry Jensen

Action
Larry Jensen

3. Volunteer Fire Fighters' Fund Audit
4. Real Estate Auditor Spring Fed Pool – Finalist
5. Office of Audit Services – Quarterly Status Report
6. Risk Assessments
7. Biennial Audit Plan

Information
Larry Jensen

8. Chief Auditor's Report

COMPLIANCE

Information
Sherry Johnstone

9. Compliance Risk Assessment

Information
Sherry Johnstone

10. Compliance Office Report

INFORMATION TECHNOLOGY SERVICES

Information
Teri Bennett

11. Assistant Executive Officer's Report

BUDGETS

Action
Russell Fong

12. Budget and Expenditure Report for the Third Quarter of Fiscal Year 2007-08

Information
Steve Pietrowski

13. Current Budget Issues

ADMINISTRATIVE SERVICES

Action
Rick Nelson

14. Information Technology Vendor Pool

Information
Rick Nelson

15. CalPERS Headquarters Office Space

Information
Rick Nelson

16. Lincoln Plaza Cafeteria Remodel

Information
John Hiber

17. Assistant Executive Officer Report
 - a. Annual Calendar Review
 - b. Administrative Services Branch Assignment Matrix

Information
John Hiber

18. Proposed September 2008 Agenda

19. Public Comment

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item properly noticed for this Committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

PERFORMANCE AND COMPENSATION COMMITTEE

June 17, 2008

9:30 a.m.

**or Upon Adjournment or Recess of the
Finance Committee Meeting, Whichever is Later**

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

Priya Mathur, Chair
Tony Oliveira, Vice Chair
David Gilb
Louis F. Moret
Anne Sheehan
Kurato Shimada
Charles Valdes

AGENDA

OPEN SESSION

- | | |
|---------------------------|---|
| | 1. Call to Order and Roll Call |
| | 2. Approval of the May 13, 2008 Performance and Compensation Committee Meeting Minutes |
| Action/Chris O'Brien | 3. 2008-2009 Performance Plans for the Interim Chief Executive Officer, Chief Actuary, General Counsel, Interim Chief Investment Officer and Her Direct Reporting Staff (First Reading) |
| Action/Chris O'Brien | 4. 2008-2009 Performance Plans for the Senior Portfolio Managers and Portfolio Managers (First Reading) |
| Information/Chris O'Brien | 5. Human Resources Division Report |
| Information/Chris O'Brien | 6. Proposed August 2008 Agenda |
| Information/Chris O'Brien | 7. Public Comment |

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item acted upon at this committee meeting may be brought to the full Board at its next regularly scheduled meeting.

CLOSED SESSION
(Gov. Code Section
11126(a) and
11126(g)(1))

1. Call to Order and Roll Call
2. Approval of September 7, 2007 Performance and Compensation Committee Closed Session Minutes
3. Review of Chief Executive Officer's 2007-2008 Performance

Action/Chris O'Brien

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

HEALTH BENEFITS COMMITTEE

June 17, 2008

10:00 a.m.

**or Upon Adjournment or Recess of the Performance and Compensation
Committee Meeting, Whichever is Later**

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA

COMMITTEE MEMBERS

Priya Mathur, Chair
George Diehr, Vice Chair
John Chiang
Rob Feckner
David Gilb
Henry Jones
Bill Lockyer
Tony Oliveira
Anne Sheehan

**CLOSED SESSION: 10:00 a.m. or Upon Adjournment or Recess of the
Performance and Compensation Committee Meeting,
Whichever is Later (Government Code section 11126(c)(17))**

Health Contract Negotiations

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

HEALTH BENEFITS COMMITTEE

June 18, 2008

9:30 a.m.

**or Upon Adjournment or Recess of the Board of Administration
Closed Session Meeting, Whichever is Later**

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA

COMMITTEE MEMBERS

Priya Mathur, Chair
George Diehr, Vice Chair
John Chiang
Rob Feckner
David Gilb
Henry Jones
Bill Lockyer
Tony Oliveira
Anne Sheehan

AGENDA

1. Call to Order and Roll Call
 2. Approval of May 14, 2008, Health Benefits Committee Meeting Minutes
 3. Legislation
 - a. AB 1203 (Salas) - Health Care Service Plans: Poststabilization Care
 - b. AB 2967 (Lieber) - Health Care Cost and Quality Transparency
 - c. SB 1300 (Corbett) - Health Care Pricing and Quality Information
 4. 2009 Health Benefits Rates
 - a. Approval of 2009 Health Maintenance Organization Plans Benefits and Rates
- Action/Wendy Notsinne
- Action/Wendy Notsinne
- Action/Wendy Notsinne
- Action/Gregory Franklin

Action/Gregory Franklin	b. Approval of 2009 Association Plans Benefits and Rates
Action/Gregory Franklin	c. Approval of 2009 Preferred Provider Organization Plans Regional Benefits and Rates
	5. Program-Wide Reports
Information/Gregory Franklin	a. Health and Disease Management Initiative
Action/Sandra Felderstein	b. Designation of 2009 Rural Subsidy Service Areas
Information/Sandra Felderstein	c. State Annuitant Contribution Formula
Information	d. CalRHIO Update
Information	6. Strategic Health Communications
Information	7. Health Maintenance Organization Activities
Information	8. Preferred Provider Organization Activities
Information	9. Partnership for Change
Information	10. Public Agency Report
Information	11. Long-Term Care Activities
Information/Gregory Franklin	12. Assistant Executive Officer Report
	a. Annual Calendar Review
	b. Health Benefits Branch Assignment Matrix
Information	13. Proposed Agenda for August 19, 2008, Health Benefits Committee Meeting
Information	14. Public Comment

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item acted upon at this committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

June 19, 2008

9:00 a.m.

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

MEMBERS

Rob Feckner, President
George Diehr, Vice President
Marjorie Berte
John Chiang
David Gilb
Henry Jones
Bill Lockyer
Priya Mathur
Louis F. Moret
Tony Oliveira
Anne Sheehan
Kurato Shimada
Charles Valdes

AGENDA

CLOSED SESSION INTERIM CHIEF EXECUTIVE OFFICER'S BRIEFING ON
8:00 A.M. EMPLOYMENT, PERFORMANCE AND PERSONNEL ISSUES
(Gov. Code secs.
11126(a)(1) and
(g)(1))

OPEN SESSION
9:00 A.M. OR UPON ADJOURNMENT OF CLOSED SESSION, WHICHEVER IS
LATER

1. Call to Order and Roll Call
2. Pledge of Allegiance
3. Approval of Meeting Minutes

INVESTMENTS

Ms. Stausboll 4. Interim Chief Investment Officer's Report

Committee Reports

(Any Agenda Item from a Properly Noticed Committee Meeting Held Prior to this Meeting May be Reported on or Presented to the Board for its Consideration).

- | | | |
|--------------|----|--|
| Mr. Diehr | 5. | Investment Committee (Oral) |
| Mr. Shimada | 6. | Benefits and Program Administration Committee (Oral) |
| Ms. Mathur | 7. | Health Benefits Committee (Oral) |
| Mr. Oliveira | 8. | Finance Committee (Oral) |
| Ms. Mathur | 9. | Performance and Compensation Committee (Oral) |
| | A. | <u>CLOSED SESSION REPORT</u> (Gov. Code sections 11126(a) and 11126(g)(1)) |

General

- | | | |
|-------------|-----|--|
| Mr. Marzion | 10. | Board Meeting Calendar |
| Mr. Marzion | 11. | Interim Chief Executive Officer's Report (Oral) |
| Ms. Bennett | 12. | Pension System Resumption (PSR) Project Update |
| | A. | PSR Status Report |
| | B. | IT Project Governance Process (PSR Moratorium) |
| | C. | CalPERS Procurement of PSR-related Hardware/Software and Savings Management Plan |
| | D. | Project Risk Assessment |
| | E. | Enterprise Transition Management Project Contingency Fund |

Governmental Affairs

- | | | |
|---------------|-----|---|
| Ms. Notsinneh | 13. | Board's State Legislative Program/Board's Position on State Legislation |
| Ms. Notsinneh | 14. | Board's Federal Legislative Program/Board's Position on Federal Legislation |

Legal

- | | | |
|-----------|-----|---|
| Mr. Mixon | 15. | Proposed Decisions of Administrative Law Judges |
| | A. | Donna L. Johnson |
| | B. | Lynn M. Moore |
| | C. | Donald J. Zies |
| | D. | Sheila Richardson |
| | E. | Sudha S. Narkar |
| | F. | Alfred M. Berg |

G. Leonard J. Chaidez
H. Robert Souders
I. Nikiforos P. Kalfountzos
J. Jerry G. Hanson

- | | | |
|-----------|-----|--|
| Mr. Mixon | 16. | Petition for Reconsideration
A. Tommietta Davison |
| Mr. Mixon | 17. | Designation of Precedential Decision (Reconsideration) – Galt Services Authority |
| Mr. Mixon | 18. | General Counsel's Report
A. Monthly New Case Report
B. Assignment Matrix |
| Mr. Mixon | 19. | <u>CLOSED SESSION</u> : <i>City of Vallejo</i> , United States Bankruptcy Court, Eastern District of California, Sacramento Division, Case No. 2008-26813-A-9 (Gov. Code section 11126(e)) |

Other

- | | | |
|-------------|-----|--|
| Mr. Feckner | 20. | Board Travel Approvals |
| Mr. Marzion | 21. | Draft Agenda for June 19, 2008 Meeting |
| | 22. | New Business Agenda Setting |
| | 23. | Public Comment |

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Committee meeting held immediately prior to this Board meeting may be considered by the Board.